M/021/008

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From: Wayne Hedberg
To: MINERALS

Date: Monday, August 7, 1995

Subject: GENEVA STEEL (M/021/008) - PHONE CALL

I SPOKE WITH ROY BENSON OF GENEVA STEEL THIS MORNING REGARDING A MINOR CONCERN HE NOTED UPON REVIEW OF THE LATEST APPROVED IRON MTN. MINE PERMITTING DOCUMENTS. HE INDICATED THAT THE LEGAL DESCRIPTION FAILS TO INCLUDE THE DUNCAN PIT AREA WHICH WAS ORIGINALLY INCLUDED AS PART OF THE OLDER CF&I PERMIT. HE STATED THAT THEY HAVE NO IMMEDIATE PLANS TO RE-ENTER AND MINE THIS PIT, BUT THERE ARE SEVERAL MILLION TONS OR ORE RESERVES THAT COULD BE MINED IN THE FUTURE (JUST DEEPEN PIT WITH NO EXPANSION OF PIT PERIMETER). ROY BELIEVES THAT THERE ARE ONLY ABOUT 5 ACRES OR SO THAT WERE LEFT OUT (SECTION 3) OF THE LEGAL DESCRIPTION.

I ADVISED ROY THAT IT SOUNDED LIKE A MINOR OVERSITE THAT SHOULDN'T CREATE A SIGNIFICANT PERMITTING PROBLEM OR NEED FOR A BOND CHANGE AT THIS TIME. I INDICATED THAT ANY MINOR BOND ADJUSTMENTS COULD PROBABLY BE MADE DURING THE 5 YEAR BOND REVIEW, BUT THAT WE SHOULD AMEND THE LEGAL DESCRIPTION OF APPENDIX A AND MAKE APPROPRIATE CHANGES ON DISTURBED AREA MAPS. ROY WILL CHAT WITH LANCE HALE AND CONFIRM ACREAGE AND THE LEGAL DESCRIPTION ADJUSTMENTS.

I TENTATIVELY ARRANGED SEPTEMBER 15TH (FRIDAY) FOR AN INSPECTION OF THE GENEVA STEEL PROPERTIES TO IDENTIFY THE OUTSTANDING MITIGATION AREAS. AS THIS DATE APPROACHES WE WILL NEED TO CONFIRM A MEETING TIME AND PLACE WITH ROY AND OR LANCE. THIS SHOULD TIE IN NICELY WITH THE USMX INSPECTION ON SEPT 13-14TH.

COPIED TO MINE FILE - M/021/008.

CC: LBRAXTON